FINANCIAL DEPARTMENT

COMPTROLLER'S OFFICE, BANGALORE.

Circular No. 417—*B. II, dated* 18*th July* 1940.

Regarding the recovery of Income-tax from Military Pensioners residing in Indian States.

To

All Treasury Officers.

A copy of letter No. R. Dis. No. 56 (6)—I. T. 40, dated the 4th May 1940 of the Government of India, Finance Department (Central Revenues), is published below, for information. All Treasury Officers are requested to follow the instructions contained therein. A copy of the Circular may also be put up on the Notice Boards of the Treasuries and also in prominent places. Spare copies of the Circular will be supplied to the Treasuries separately by this office.

H. V. SRIKANTIAH,
Comptroller (In-charge).

"Letter from the Government of India (Finance Department) No. R. Dis. No. 56 (6)—I. T. 40, dated the 4th May 1940.

Military Pensioners residing in Indian States—Deduction of tax at source.

I am directed to refer to paragraph 5 of the memorandum of instructions for the deduction of income-tax and super-tax every month from salaries, etc., a copy of which was forwarded to you with this Department endorsement C. No. 35 (3)—I. T. 39, dated the 3rd April 1939. It has been represented that in the case of military pensioners, residing in Indian States who draw small pensions, the deduction of income-tax at source at the maximum rate is causing considerable hardship in view of the fact that the pensioners, who are illiterate persons, find it extremely difficult to follow the procedure for obtaining and exemption certificate under Section 18 (3) of the Indian Income-tax Act, 1922, or a refund under Section 48 of the Act. To obviate this hardship as also to avoid unnecessary collections at source and subsequent refund, the Central Government has decided that the military pensioners residing in Indian States and drawing pensions of Rs. 25 or less per mensem should be deemed to have obtained the requisite exemption certificate under Section 18 (3) of the Act and that no tax should be deducted at source in the cases. In cases however, where the pension exceeds Rs. 25 per mensem, tax should be deducted at the maximum rate unless an exemption or abatement certificate given under Section 18 (3) of the Act is produced. I am to request that necessary instructions may be issued to all disbursing officers concerned."

Notification No. 1—*C. L. A. D., dated* 24*th July* 1940.

Subject : —*Formation of Audit Circles.*

To

All the Deputy Commissioners, Presidents of District Boards and Sanitary Board, Kolr Gold Fields, the President, Mysore City Municipality and the Commissioner, Bangalore City Municipality, the Heads of Departments, Executive Engineers of Divisions, District Forest Officers and Heads of Institutions, Offices or Commercial Concerns, the accounts of which are subject to Local Audit.

Government having sanctioned in their Order No. Fl. 6495-6—G. F. 133-35-9, dated 27th April 1940, the formation of Local Audit Circles with Headquarters at Bangalore, Mysore and Shimoga, and ordered the posting, in their Order No. Fl. 376—G. F. 133-35-9, dated 15th July 1940 of Messrs. V. S. Subba Rao, S. Raghavachar and N. Narasimha Murty for the charge of the three circles, respectively, it is hereby notified for the information of the offices and officers concerned that the Circle offices have started to function with effect from 22nd July 1940 at their respective places of Bangalore, Mysore and Shimoga. To facilitate the prompt disposal of papers, it is requested that all correspondence on matters relating to and arising out of the Local Audit and Inspection of Accounts of Institutions sublect to local

audit may hereafter be addressed directly to the Assistant Comptrollers in charge of the three circles whose jurisdiction is defined below.—

Bangalore Circle :—Its jurisdiction extends over all the institutions, offices or concerns situated in the Districts of Bangalore and Kolar.

Mysore Circle :— Do do Mysore, Mandya and Hassan.

Shimoga Circle :— Do do Shimoga, Kadur, Chitaldrug, and Tumkur.

Correspondence relating to other matters may continue to be addressed to the Comptroller to Government, Bangalore, as heretofore.

Circular No. 418—*B. II, dated* 3*rd August* 1940.

Regarding the issue of Remittance Transfer Receipts by all Treasuries for remitting the collections received towards the War Relief Fund, to the Treasurer of the Fund.

To

All Treasury Officers.

With a view to arrange for the quick remittance of the collections received towards the War Relief Fund, to the Treasurer of the Fund, all Treasuries in the State are authorised to issue, in future, Remittance Transfer Receipts *at Par*, to the local collecting agencies (such as Presidents of Municipalities, Deputy Commissioners of Districts, Amildars, Local Secretaries, etc.,) in favour of the Treasurer, The Mysore War Relief Fund, Bangalore, (care of the Bank of Mysore, Ltd.,) on the State Huzur Treasury, Bangalore. The instructions contained in this office circular No. 415—B. II, dated the 28th June 1940 and 407—B. II, dated the 1st—3rd April 1940 may be treated as cancelled and the transmission of Schedules of Credits to the War Relief Fund either to this office or to the Treasurer, The Mysore War Relief Fund, discontinued.

As regards collections, if any, received towards the War Relief Fund upto the date of receipt of this circular, a consolidated Remittance Transfer Receipt may be issued in favour of the Treasurer of the Fund, direct by the Treasury debiting the head " W. Deposits—19 Other Deposits (Z) The Mysore War Relief Fund." This head of account with all the sub-heads may be deleted from the Treasury Cash Accounts with effect from 1st September 1940.

Circular No. 418—*T. A. D. B. II., dated* 5*th August* 1940.

Subject.—Re the arrangements for Treasury transactions from the 5th to the 16th August 1940 (both days inclusive).

To

All Treasury Officers,

During the period from the 5th to the 16th August 1940, both days inclusive, all the Treasuries in the State will be kept open on the following days for attending to transactions.—

1. Wednesday the 7th August 1940.
2. Friday the 9th August 1940.
3. Tuesday the 13th August 1940.
4. Friday the 16th August 1940.

H. V. SRIKANTIAH,
Comptroller (in-charge).

KADUR DISTRICT.

*Notification No. A*1. *L. C.* 13—40-41, *dated* 9*th August* 1940.

The drawing Officers of Salary and Establishment Bills are requested to invariably send their bills, payable at the Kadur District Treasury three days before the last working day of the month to which they relate as required by Article 45 of the Mysore Civil Account Code, Volume 1, so as to enable the Accountants to check and get them ready for payment on the first working day of the succeeding month.

If bills are not presented in time, as stated above, payment is likely to be delayed for want of sufficient time to scrutinise them.

B. SURYANARAYANA RAO,
For *Deputy Commissioner*,
Treasury Department.